

EXHIBIT A

3SI SYSTEMS AND SURGICAL SAFETY FINANCIALS

Downing Health Technologies, LLC
Balance Sheet
As of December 31, 2015

	<u>Total</u>
ASSETS	
Current Assets	
Cash	156,808.91
Total Cash	<u>\$ 152,804.62</u>
Other current assets	
Total I/C Activity	<u>\$ 712,936.50</u>
Total Other current assets	<u>\$ 712,936.50</u>
Total Current Assets	<u>\$ 865,741.12</u>
Fixed Assets	
Computer	5,834.55
Total Fixed Assets	<u>\$ 5,834.55</u>
Other Assets	
Total Investments	<u>\$ 4,871,982.00</u>
Total Other Assets	<u>\$ 4,871,982.00</u>
TOTAL ASSETS	<u>\$ 5,743,557.67</u>
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	138,242.39
Total Accounts Payable	<u>\$ 138,242.39</u>
Other Current Liabilities	
Demand Note 1 - DIP, LP	195,500.00
Demand Note 2 - DIP, LP	15,000.00
Payroll Tax Liabilities	35,814.26
Total Payroll Tax Liabilities	<u>\$ 1.30</u>
Total Other Current Liabilities	<u>\$ 210,501.30</u>
Total Current Liabilities	<u>\$ 348,743.69</u>
Long-Term Liabilities	
Notes Payable (C)	
Total Notes Payable (C)	<u>\$ 142,188.00</u>
Total Long-Term Liabilities	<u>\$ 142,188.00</u>
Total Liabilities	<u>\$ 490,931.69</u>
Equity	
Common Stock	10,000.00
Preferred Stock	
Series A Preferred Stock	800,500.00
Series B Preferred Stock	1,825,782.00
Series C Preferred Stock	8,397,332.00
Total Preferred Stock	<u>\$ 11,023,614.00</u>
Retained Earnings	-1,701,925.80
Net Income	-4,079,062.22
Total Equity	<u>\$ 5,252,625.98</u>

TOTAL LIABILITIES AND EQUITY

\$

5,743,557.67

Wednesday, Feb 10, 2016 02:43:23 PM PST GMT-5 - Accrual Basis

Downing Health Technologies, LLC
Profit and Loss
January - December 2015

	Total
Income	
Total Income	
Gross Profit	\$ 0.00
Expenses	
Advertising	4,900.00
Ask	1,719.92
Bank Service Charge	448.25
Commission	15,136.54
Computer & Internet	1,982.71
Computer Software	176.33
Dues and Subscriptions	12,380.81
Foreign Currency Fee	13.38
Home Computer & Internet	1,401.20
Home Office Supplies	205.33
Home Office Telephone	1,873.38
Insurance	
Business Owners Liability	857.00
Health Insurance	167,382.62
Workers Compensation	2,232.03
Total Insurance	\$ 170,471.65
Legal & Professional Fees	5,918.18
Legal Fees	5,000.00
Total Legal & Professional Fees	\$ 10,918.18
Office Supplies	2,411.67
Payroll (ER) Tax Expenses	68,746.69
PA SUI ER	637.06
Total Payroll (ER) Tax Expenses	\$ 69,383.75
Postage	364.79
Professional Fees	
Accounting	6,375.00
Payroll Fees	7,137.97
Recruiting fees	187,780.00
Total Professional Fees	\$ 201,292.97
Rent	
One	4,500.00
Total Rent	\$ 4,500.00
Salaries & Wages	3,488,045.74
Sales Tax Paid	17.85
Taxes	325.00
Telephone	3,170.16
Travel	
Air Fare	14,619.59
Fuel	165.04

Lodging & Entertainment	21,292.24
Meals	9,993.01
Mileage	9,347.11
Parking and Tolls	2,628.24
Transportation	26,960.98
Total Travel	\$ 85,006.21
Uncategorized Expense	2,575.75
Total Expenses	\$ 4,078,721.57
Net Operating Income	-\$ 4,078,721.57
Other Expenses	
Other Miscellaneous Expense	340.65
Total Other Expenses	\$ 340.65
Net Other Income	-\$ 340.65
Net Income	-\$ 4,079,062.22

Thursday, Jan 14, 2016 09:03:22 AM PST GMT-5 - Accrual Basis

Surgical Safety Solutions, LLC
Balance Sheet
As of December 31, 2015

	Total
ASSETS	
Current Assets	
Cash	155,482.25
Total Cash	\$ 155,384.75
Accounts Receivable	
Interest Receivable	1,470.00
Total Accounts Receivable	\$ 1,470.00
Other current assets	
Accum Amortization	-8,346.00
Employee Cash Advances	12,438.23
Len Mancini	8,000.00
Total Employee Cash Advances	\$ 20,438.23
Total I/C Activity	-\$ 177,659.09
Loan to Len Mancini	22,416.65
Total Other current assets	-\$ 143,150.21
Total Current Assets	\$ 13,704.54
Fixed Assets	
Accumulated Depreciation	-1,914.00
Computers	51,020.39
Furniture and Equipment	64,109.77
Office Construction	5,520.00
POC Prototype	7,771.00
Website	1,588.00
Total Fixed Assets	\$ 128,095.16
Other Assets	
Patents	3,960.00
Trademarking	2,802.00
Total Other Assets	\$ 6,762.00
TOTAL ASSETS	\$ 148,561.70
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Total Accounts Payable	\$ 0.00
Other Current Liabilities	
Total Payroll Tax Liabilities	-\$ 12,824.42
Advance - Downing Investment	2,200.00
Total Other Current Liabilities	-\$ 15,215.50
Total Current Liabilities	-\$ 15,215.50
Long-Term Liabilities	
Convertible Notes	
DHT	1,545,200.00
Total Convertible Notes	\$ 1,545,200.00
Notes	
Rice	200,000.00
Howley	250,000.00
Grumbine	250,000.00
Mancini	200,000.00
Wakelin	250,000.00
Total Notes	\$ 1,150,000.00
Total Long-Term Liabilities	\$ 2,695,200.00
Total Liabilities	\$ 2,679,984.50
Equity	
Opening Balance Equity	0.00
Partners Capital	
Downing Investment Partners	10,000.00
Marco Zenati	5,000.00
Series A Preferred Stock	500,000.00
Series B Preferred Stock	5,640,272.00
Total Partners Capital	\$ 6,155,272.00
Retained Earnings	-4,778,698.22
Telecardia Investment	0.00
Net Income	-3,907,996.58
Total Equity	-\$ 2,531,422.80
TOTAL LIABILITIES AND EQUITY	\$ 148,561.70

Surgical Safety Solutions, LLC
Profit and Loss
January - December 2015

	<u>Total</u>
Income	
Total Income	
Cost of Goods Sold	
Supplies & Materials - COGS	18,938.02
Total Cost of Goods Sold	<u>\$ 18,938.02</u>
Gross Profit	<u>-\$ 18,938.02</u>
Expenses	
Automobile Expense	116.61
Bank Service Charges	386.39
Computer and Internet Expenses	31,143.14
Conference Fees	7,675.29
Conference Hosting Expense	526.44
Consulting Fees	196,260.87
Contributions/Donations	6,000.00
Currency exchange fees	28.41
Data Base Management	50,915.18
Design Support	35,885.60
Dues and Subscriptions	11,613.06
Employee Benefits	
Health Insurance	114,434.00
Total Employee Benefits	<u>\$ 114,434.00</u>
Finance Charges	2,776.35
Furniture Rental	458.00
Healthcare Reimbursement	1,212.72
Home Computer and Internet Expenses	66.89
Home Office Supplies	401.69
Home Office Telephone	1,336.24
Insurance Expense	
Business Owners	6,406.00
Workers Compensation	3,275.98
Total Insurance Expense	<u>\$ 9,681.98</u>
Interest Expense	951.11
Late Fee	2.79
Legal & Professional Fees	90,969.28
Accounting	9,525.04
Engineering Services	41,496.00
Payroll Processing Fees	9,376.54
Total Legal & Professional Fees	<u>\$ 151,366.86</u>
Licenses & Regulatory fees	20,013.96
Marketing	22,100.00
Meals & Entertainment	10,543.99
Office Supplies	3,803.22
Outside Services	598.64
Payroll Tax Expense ER	99,831.32
Postage and Delivery	764.92
Recruiting Fees	71,130.00
Relocation	13,650.00
Rent Expense	233,252.91
Late Fees	5,097.77
Operating Expenses-Burlington	11,262.97
Real Estate Tax Escrow	2,544.00
Total Rent Expense	<u>\$ 252,157.65</u>
Salaries & Wages	2,609,654.92
Sales Tax Paid	98.97
Shipping & Delivery	4,538.08
Software	546.13
Software for Accounting	1,103.65
Supplies	13,388.43
Taxes	43.65
Corporation Tax	2,766.96
Total Taxes	<u>\$ 2,810.61</u>
Telephone Expense	6,522.64
Travel Expense	
Fuel	363.29
Lodging	48,917.16
Meals and Entertainment	221.77
Mileage	14,455.12
Parking/Tolls	3,359.65
Postage	45.60
Transportation	52,811.36
Total Travel Expense	<u>\$ 120,173.95</u>
Utilities	13,592.28
Total Expenses	<u>\$ 3,890,262.98</u>
Net Operating Income	<u>-\$ 3,909,201.00</u>
Other Income	
Other Miscellaneous Income	500.00
Total Other Income	<u>\$ 500.00</u>
Other Expenses	
Other Miscellaneous Expense	-704.42
Total Other Expenses	<u>-\$ 704.42</u>
Net Other Income	<u>\$ 1,204.42</u>
Net Income	<u>-\$ 3,907,996.58</u>